Number of persons arrested in drug cases

Year	Persons
2000-2001	15796
2001-2002	17631
2002-2003 [Upto January]	9095

Reduction in interest rates on deposits

47. DR. AKHILESH DAS: Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(a) whether the State Bank of India and other nationalized banks have lately been considering further reduction in interest rates on deposits;

(b) if so, the reasons therefor; and

(c) the decision, if any, taken in the matter?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND COMPANY AFFAIRS (SHRI ANANDRAO VITHOBA ADSUL): (a) to (c) Interest rates on all term deposits have been deregulated since October 1997. Banks are free to offer interest rates on all term deposits at fixed or floating rates subject to approval of their Boards. Therefore, interest rates on term deposits may change from time to time depending upon the decisions of their Boards.

Regulatory authority for cooperative banks

48. SHRI R.P. GOENKA: Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(a) whether the Reserve Bank of India has suggested setting up of a separate regulatory authority for the co-operative banks;

(b) if so, what are the details thereof and the action taken/ proposed to be taken together with its present status; and

(c) the details of views expressed by various State Governments on the proposal?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND COMPANY AFFAIRS (SHRI ANANDRAO VITHOBA ADSUL): (a) to (c) Reserve Bank of India (RBI) had submitted a proposal to Central Government for setting up an exclusive apex body for the supervision of urban cooperative banks in view of duality of control prevailing in the cooperative banking sector. The proposal was examined and it was found that without legislative changes in the State Co-operative Societies Acts recommended by Ch. Brahm Perkash Committee, apex supervisory body as suggested would suffer from similar legislative handicap that RBI suffers today. Therefore, State Governments have been advised to modify the State Cooperative Societies Acts, in line with the Model Cooperative Act. Simultaneously, besides taking measures to revitalize the cooperative credit system, the efforts of the Union Government are also directed towards making necessary changes in Banking Regulation Act, 1949 to further expand the jurisdiction of RBI over Cooperative Banks.

Deamess Allowance of Central Government Employees

49. SHRI KARNENDU BHATTACHARJEE: Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(a) whether it is a fact that the total amount of Dearness Allowance of the Central Government Employees granted so far has exceeded 50 per cent of their basic pay;

(b) if so, whether the 50 per cent of the Dearness Allowance is to be merged with their basic pay as per the Fifth Pay Commission formula; and

(c) by when action is proposed to be taker in this regard?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND COMPANY AFFAIRS (SHRI ANANDRAO VITHOBA ADSUL): (a) Yes, Sir.

(b) No Sir. Fifth Central Pay Commission did not recommend merger of Dearness Allowance with the basic pay but had recommended conversion of Dearness Allowance into Dearness Pay once the Consumer Price Index increased by 50% over the basic index used by the Pay Commission.

(c) Does, not arise.